bril



ORIGINAL

The Arizona Corporation Commission

To:

Date: January 21, 2011

**Arizona Corporation Commission** 

2011 JAN 21 P 2: 54

AZ CORP COMMISSION DOCKET CONTROL

JAN 2 1 2011

Arizona Corporation Commission

DOCKETED

DOCKETED BY

RE: ARIZONA PUBLIC SERVICE (APS) COMPANY'S 2011 RENEWABLE ENERGY STANDARD IMPLEMENTATION PLANS. (DOCKET NO. E-01345A-10-0262 & E-03<del>145</del>A-10-0166)

1345

## **Dear Commissioners:**

1200 West Washington Phoenix, AZ 85007

There has been a great deal of discussion about utility ownership/utility competition in the Schools and Government Program. One advantage that the utility has is that in the case of a customer default, the utility can simply make use of the power that is being generated by the system and feed it directly into the grid.

Leveling the playing field would benefit the Schools and Government Program as well as the SSA market. The following clarifications would address the above and major investor concerns:

- 1. In the case that the 'host' (off taker) defaults during the term of a contract. Could the commissioners instruct utilities to allow 'third party system' owners to assume the defaulted host account and remain connected to the grid, if requested?
- 2. In the case of such a default where a REC incentive contract exists. Could the commissioners stipulate that that contract transfers to the assuming account holder intact along with all the rights and responsibilities there in?
- 3. In the case of such a default and assumption of the utility account; could the commissioners require utility to pay prevailing wholesale rates to the system owners for any electricity metered onto the grid.

Such clarity would benefit utilities, rate payers, investors, renewable energy developers & the state of Arizona. Lending certainty to an area of concern that will directly impact Arizona's ability to attract investment and create Jobs.

Respectfully

Toby Rolt (CEO Brilliant Green Energy, Inc.)











www.brilliantgreenenergy.com